



Putting
Children
First

Bond Oversight Committee

Wednesday, June 15, 2016

5:30 to 7:30 p.m.

SCUSD Maintenance Yard

425 1st Avenue

Sacramento, CA 95818

Minutes

1.0 Welcome/Call to Order – (5:45) This item was tabled due to lack of Quorum. The Committee proceeded with Items 5.0 and 6.0.

2.0 Call to Order/Members Present/Absent – This item was tabled due to lack of quorum. Roll call was taken after Item 5.0 was reviewed.

Members Present: Rachel Minnick, Alex Visaya, Jr., Jim Price, Michael Watanabe, Lesley Taylor, Maria Haro-Sullivan

Members Absent: Joseph Cruz, Colleen Megowan-Romanowicz, Brad McDowell, Adolfo Mercado, Carol Davydova,

Staff Present: Cathy Allen, Jim Dobson, Elena Hankard, Crystal Hoff, Amari Watkins

Quorum established.

3.0 Approval of Agenda/Discussion of Tonight's Meeting- This item was tabled due to lack of quorum. The Committee proceeded with Item 5.0.

After a quorum was established:

Motion by: Jim Price

Second by: Alex Visaya, Jr.

All in favor.

The agenda was approved as presented.

4.0 Approval of Minutes – This item was tabled due to lack of quorum. The Committee proceeded with Item 5.0.

After a quorum was established:

June 15, 2016 – Regular Meeting

Motion by: Lesley Taylor

Second by: Jim Price

Correction: Lesley Taylor's Department - School Facilities and Transportation Services

All in favor.

Abstain: Maria Haro-Sullivan

The minutes were approved as amended.

5.0 Review of Bond Financial Statements and Performance Reports-This item was tabled until copies of reports were copied/delivered. The Committee proceeded with Item 6.0.

The Senior Manager at Crowe Horwath, SCUSD's independent auditor, led the group through 4 documents: June 30, 2015 - Measure Q Performance Audit and Financial Statements and June 30, 2015 - Measure R Performance Audit and Financial Statements. The results from both audits, Measures Q and R, were that SCUSD expended all Bond funds for the year ended June 30, 2015 only for the specific projects developed by the District's Board of Education and approved by the voters.

Question: How were the expenditures selected? Was it random or does the District provide?

Answer: The District provides the listing then the auditors go through and select with a computer generated system and high dollar amount.

Question: What is the audit period?

Answer: July 2014 through June 30, 2015

Question: When will we hear about 2016?

Answer: We are always a year in arrears.

Question: Between Measures Q and R, the District sold about \$140m?

Answer: \$146m.

6.0 Annual Report to Board of Education – August 18, 2016

Part of the duties of the Bond Oversight Committee is to provide an annual report to the Board. In past years the Committee has appointed a subcommittee. Staff will provide last year's report to the subcommittee for updating. The subcommittee will then present a PowerPoint to the Board. The report should be presented at the second Board meeting in August. Rachel Minnick, Maria Haro-Sullivan, and Michael Watanabe all volunteered to serve on the subcommittee.

7.0 Projects/Staff Update

We have started our Core Academic Renovations –Kit Carson, McClatchy and West Campus. McClatchy will be starting Monday, June 20 on the VAPA wing and the auditorium.

Kit Carson will also start on Monday, the 20th. We are calling this our site work contract. There are about 5 different funding sources for this project, Prop 39, Project Green, ERP, Measure Q and some Deferred Maintenance. This project consists of 3 phases.

West Campus is still in the design stage. We have met with site staff and the Science Department and the Engineering Department. The architects now have a very good idea of what the site desires and their needs. When everyone comes back in the Fall, we will meet again with the site. We will participate at their Back-to-School Night. Our goal is to get this project into DSA by the end of December 2016. We'd like all of our projects submitted to DSA by the end of December due to impending code changes.

Question: The code change is happening in January and you haven't broke ground yet, do you have to adhere to the new rules? Or can you adhere to the old rules?

Answer: All projects submitted by 12/31/2016 will fall under the old code.

We also have Theodore Judah, the two-story, nine classroom new building project. It is a \$5.3m construction contract. It is a lease-leaseback project. McKinley Village contributed \$175,000.00 to the project.

We are also working on Washington Elementary that is being re-opened as a STEAM school. It will open for the 2016-17 school year.

Question: Some of the students went to Judah. Will they stay there? Or come back?

Answer: Most of them will probably stay at Judah, but some will come back if they live really close.

The goal of opening up Washington is to attract families from other school districts.

Question: How much is being spent at Washington?

Answer: When it is all complete, (estimate) approximately \$6m.

Another big project we are working on is at William Land which is combined with Class Size Reduction (CSR). Other projects consist of Erate, ERP, Cisco phones at some of our sites and fire alarm upgrades.

Question: Is Sutter Middle School air conditioning on the list?

Answer: That is a Prop 39 project.

Question: When will we be starting the field at West Campus?

Answer: Probably not until next summer.

Question: Will you be seeking state funding for reimbursement for any of these projects?

Answer: Maybe for a little bit of McClatchy's modernization and maybe some of Kit Carson's modernization.

Question: How will the District make the decision of which projects to apply for reimbursement? Would it be strictly based on whether you had eligibility in the program?

Answer: The decision to apply for state funds is based primarily on if the expected money is worth the time extension to a project.

Question: In lieu of going to DTSC, how does the District document the health and safety issues at the sites? Do you prepare Phase I for every project? Do you check historical aerials?

Answer: If it is not required, then no.

The District is not required to go to CDE if it is not using State funds, but they are still required to follow the regulations in Title V. If the District does not have approval from CDE, the responsibility is on the District to document how it has complied.

Question: Could we get some of the meeting dates of the core academic site to be able to attend some of the meetings?

Answer: Yes, if we have presentations and if the site gives us time. West Campus is coming up.

Our next bigger bond sale will be late summer 2017. The next two Core Academic Renovations are at Hiram Johnson and Luther Burbank. We will start design meetings a little earlier.

Update on the Central Kitchen: Will be funded out of Measure R. At tomorrow's Board meeting the Facilities Committee will make a recommendation to the full Board that on the 16th and N property, that we do a RFP for a property swap for a piece of property that would be suitable for a central kitchen. This RFP will be out for the month of July.

The other recommendation that is going to the Board is for the Old Marshall. The Facilities Committee still wants to maintain ownership of the property. The RFP will be for a mixed use, residential development that may or may not include retail.

Question: How many bonds do we have left in Q?

Answer: We have scheduled bond sales through 2022. That is about as far as we can project without really knowing. We should end up with about \$50m roughly after 2022 of unallocated bonds.

8.0 Future Business:

Comment about attendance: The Chair has missed 3 meetings in a row. A suggestion was made by Committee Members to see if the current Chair would be willing to step down. Thoughts? Comments? Members of the Committee commented that consistent attendance by all members is vital to its success.

Question: Could the Committee get a copy of the Deferred Maintenance Plan?

Answer: When it is completed. In the meantime, we have our Facilities Master Plan up on our website.

- *Next Meeting Date/Location: September 21, 2016 @ 5:30 pm. The Committee requested that the meeting be held at Washington Elementary.*

Adjourn: 7:15 pm

Motion by: Adolfo Mercado

Second by: Jim Price

DRAFT